

Galaxy Holdings, LLC

Default Order

Date of Order: November 6, 2007

Respondents: Galaxy Holdings, LLC of Pleasant Hill, CA, David Alan Licht of Pleasant Hill, CA

ALLEGATIONS: Unlawful acts in connection with the offer or sale of securities; unregistered broker-dealer or agent; unregistered securities, violation of an Order of the Commissioner. On October 1, 2007, staff filed a Notice of Intent to Invoke Administrative Sanctions alleging that respondents offered and sold investment contracts relating to Galaxy Holding's purchase of court judgments, business notes, trust deeds, owner carry backs, payment contracts, disability payments, pension payments and inheritances, all with guaranteed returns. Staff further alleged that between January 2002 and June 2002, respondents solicited a Coffeyville, Kansas, couple and sold them investment contracts totaling \$17,600. Respondents misrepresented material facts to the Kansans that they would receive up to 100% profit on their investments and still be paid even if the investments didn't make money.

Additionally, it was alleged that neither the investments nor respondents were duly registered in compliance with the Kansas Securities act.

Respondents did not contest the allegations. The Commissioner adopted the allegations as true and ordered respondents barred from association with any broker-dealer or investment adviser registered in the state, fined them \$10,000 joint and severally, required that they cease and desist from further violations of the Kansas Securities act and ordered them to pay rescission of \$24,691.38.

Notice to Investors: If you are not a resident of Kansas and have been affected by actions that are similar to those described in this synopsis, you should consider contacting your state securities regulator for assistance. To locate your securities regulator, go to the [North American Securities Administrators Association](#) website. If you choose to contact your state securities regulator, please inform him or her of the action taken by the State of Kansas.